

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents
December 8, 2016

ACTION REQUEST

Subject: University of Michigan Hospitals and Health Centers
University Hospital
Magnetic Resonance Imaging Equipment Replacement

Action

Requested: Approval to Proceed with Project

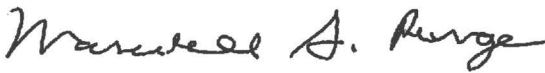
Background:

The goal of this project is to replace a Department of Radiology magnetic resonance imaging (MRI) scanner that is being decommissioned with a new MRI scanner. A renovation of approximately 1,100 gross square feet of currently shelled space on Level B2 of University Hospital is planned to accommodate the new scanner. The scope of this project includes the architectural, electrical, and mechanical work necessary to accomplish these improvements. There will be no impact on parking from this project. A Certificate of Need will be required from the State of Michigan Department of Community Health for this project.

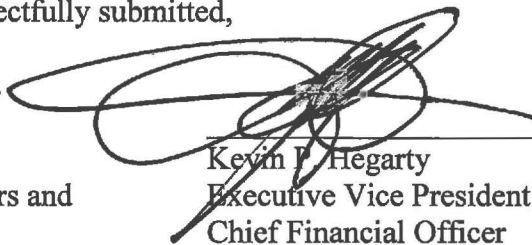
The estimated cost of the project is \$4,900,000. Funding will be provided from Hospitals and Health Centers' resources. The construction cash flow may be provided, all or in part, by bond proceeds or increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Board of Regents. The architectural firm of Integrated Design Solutions will design the project. The project is expected to provide an average of four on-site construction jobs. Construction is scheduled to be completed in the fall of 2017.

We recommend that the Board of Regents approve the University of Michigan Hospitals and Health Centers University Hospital Magnetic Resonance Imaging Equipment Replacement project as described, authorize commissioning the architectural firm of Integrated Design Solutions for its design, and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,



Marschall S. Runge
Executive Vice President for Medical Affairs and
Dean, Medical School



Kevin P. Hegarty
Executive Vice President and
Chief Financial Officer

December 2016